

Department of Social and Health Services

DP Code/Title: M2-9S Equipment Replacement Costs

Program Level - 030 Mental Health

Budget Period: 2003-05 Version: 11 2003-05 Agency Request Budget

Recommendation Summary Text:

This proposal is to fund the replacement of essential equipment that is nearing the end of its useful life or is obsolete. Requested equipment items are critical to ensure the health, safety, and security of clients, and staff productivity.

Fiscal Detail:

Operating Expenditures

	<u>FY 1</u>	<u>FY 2</u>	<u>Total</u>
Program 030			
001-1 General Fund - Basic Account-State	3,251,000	3,250,000	6,501,000
001-7 General Fund - Basic Account-Private/Local	554,000	554,000	1,108,000
001-C General Fund - Basic Account-DSHS Medicaid Federa	638,000	637,000	1,275,000
Total Cost	4,443,000	4,441,000	8,884,000

Staffing

Package Description:

This proposal is to fund the replacement of necessary equipment that is nearing the end of its useful life or is obsolete. Requested equipment items are critical to ensure the health, safety, and security of clients, and staff productivity.

In addition to equipment identified as past its useful life by the attached equipment list, the Mental Health Division must also replace pharmacy dispensing machines at the state hospitals and Child Study and Treatment Center. Based on the findings and recommendations of a 2001 State Auditor report, the need to meet patient safety standards implemented by the Joint Commission for Accreditation of Healthcare Organizations (JCAHO) in June 2001, detailed billing information that will be required by the Health Insurance Portability and Accountability Act (HIPAA), and a June 2002 directive of the Washington State Board of Pharmacy, current medication dispensing systems must be replaced.

Narrative Justification and Impact Statement

How contributes to strategic plan:

This budget request facilitates the division's goal of optimizing services within resources and is intended to improve accountability and public stewardship.

Performance Measure Detail

Program: 030

**Goal: 11C Ensure infrasturcture of state hospitals provides a safe
and secure environment**

No measures submitted for package

Incremental Changes

FY 1

FY 2

Reason for change:

Equipment requested will replace obsolete and worn equipment that is often not repairable. Funding this proposal ensures the long-term health, safety, and security of clients as well as the increased productivity of staff.

Impact on clients and services:

Reliable and up-to-date equipment is critical in maintaining staff efficiency and meeting anticipated budget challenges in the

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ensuing biennium.

Impact on other state programs:

None

Relationship to capital budget:

None

Required changes to existing RCW, WAC, contract, or plan:

None

Alternatives explored by agency:

Administrative staff needs the tools to help them maintain current and anticipated workloads in an environment where health, safety, and security needs are met. Working with obsolete or worn equipment is not a cost effective means to distribute services to the diverse clientele within the agencies.

Budget impacts in future biennia:

This funding would carry forward into the 2005-07 Biennium at the second year level (Fiscal Year 2005).

Distinction between one-time and ongoing costs:

Purchases are one-time expenses for replacement of obsolete/worn-out equipment used to carry out routine and required duties.

Effects of non-funding:

Non-funding of this proposal may negatively impact the health, safety, and security of clients as well as the productivity of staff.

Expenditure Calculations and Assumptions:

See attachments - MHD M2-9S Replacement Equipment Costs (1).xls and MHD M2-9S Replacement Equipment Costs (2).doc

<u>Object Detail</u>	<u>FY 1</u>	<u>FY 2</u>	<u>Total</u>
Program 030 Objects			
E Goods And Services	2,120,000	2,118,000	4,238,000
J Capital Outlays	2,323,000	2,323,000	4,646,000
Total Objects	4,443,000	4,441,000	8,884,000

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DSHS Source Code Detail

Program 030		<u>FY 1</u>	<u>FY 2</u>	<u>Total</u>
Fund 001-1, General Fund - Basic Account-State				
<u>Sources</u>	<u>Title</u>			
0011	General Fund State	3,251,000	3,250,000	6,501,000
<i>Total for Fund 001-1</i>		3,251,000	3,250,000	6,501,000
Fund 001-7, General Fund - Basic Account-Private/Local				
<u>Sources</u>	<u>Title</u>			
5417	Contributions & Grants	554,000	554,000	1,108,000
<i>Total for Fund 001-7</i>		554,000	554,000	1,108,000
Fund 001-C, General Fund - Basic Account-DSHS Medicaid Federa				
<u>Sources</u>	<u>Title</u>			
19TA	Title XIX Assistance (FMAP)	589,000	588,000	1,177,000
19UL	Title XIX Admin (50%)	49,000	49,000	98,000
<i>Total for Fund 001-C</i>		638,000	637,000	1,275,000
Total Program 030		4,443,000	4,441,000	8,884,000